CLAIMS

What is claimed is:

1	1	. •	A method of screening compounds for cholesterol modulating
2	activity, comprising:		
3	(a)	contacting one or more test agents with one or more cells; and
4	(b)	determining whether the one or more test agents has an effect
5	on cholesterol a	ctivity	, cholesterol concentration or both in a membrane of the one or
6	more cells.		
1	2).	The method of claim 1, wherein (b) comprises contacting the
2	one or more cells with a lytic compound, wherein the lytic compound causes		
3	perforation or ly	ses of	the membrane of the one or more cells when the cholesterol
4	activity, choleste	erol co	oncentration or both of the membrane of the one or more cells
5	reaches a level a	at or al	pove a threshold cholesterol level.
1	3	.	The method of claim 1 or 2, further comprising performing (a)
2	and (b) one or m	nore ti	mes with different test agents.
1	4		The method of claim 3, wherein the different test agents are
2	screened simultaneously.		
1	5	i.	The method of any one of claims 1-4, further comprising:
2	(6	c)	increasing or decreasing the cholesterol content of the
3	membrane by contacting the one or more cells with a cholesterol modulating		
4	compound.		
1	6	j.	The method of claim 5 wherein (c) is performed prior to (a),
2	simultaneous with (a) or subsequent to (a).		

7. The method of claim 5 or 6, wherein the cholesterol modulating compound comprises a cyclodextrin or cyclodextrin derivative.

- 1 8. The method of any one of claims 2-7, wherein the lytic compound comprises a polyene antibiotic.
- 1 9. The method of any one of claims 2-7, wherein the lytic compound comprises a lysophosphatide or cholesterol oxidase.
- 1 10. The method of any one of claims 2-7, wherein the lytic compound comprises a bacterial toxin.
- 1 11. The method of any one of claims 1-10, wherein the one or more cells comprise one or more eukaryotic cells.
- 1 12. The method of claim 11, wherein the one or more eukaryotic cells comprise one or more mammalian cells.
- 1 13. The method of claim 11 or 12, wherein the one or more cells comprise one or more red blood cells.
- 1 14. The method of claim 11 or 12, wherein the one or more cells comprise one or more fibroblasts.
- 1 15. The method of any one of claims 11-14, wherein the one or more cells comprise one or more human cells.
- 1 16. The method of any one of claims 1-15, wherein the one or more 2 cells have vigorous cholesterol homeostasis.
- 1 The method of any one of claims 1-16, wherein (b) comprises 2 measuring the effect, if any, the test agent has on the cholesterol activity, cholesterol 3 concentration or both in the membrane of the one or more cells.

1 18. The method of any one of claims 1-17, wherein (b) comprises 2 measuring the permeability of the membrane of the one or more cells or the turbidity 3 of the one or more cells. 1 19. The method of any one of claims 1-18, wherein the one or more 2 cells are in vitro. 1 20. The method of any one of claims 1-18, wherein the one or more 2 cells are in vivo. 1 21. The method of any one of claims 1-20, wherein (b) comprises 2 measuring the cholesterol activity, cholesterol concentration or both in a plasma 3 membrane of the one or more cells. 1 22. A method of identifying a compound that modulates cholesterol 2 activity, comprising identifying one or more test agents that modulates the cholesterol 3 activity in a membrane of a cell, wherein the ability of the one or more test agents has 4 been determined by the method of any one of claims 1-21. 1 23. The method of claim 22 further comprising performing the 2 method of any one of claims 1-21. 1 24. A method of manufacturing a compound that modulates 2 cholesterol activity, comprising synthesizing or isolating one or more therapeutic agents that are identified according to the method of claim 22 or 23. 3 1 25. A therapeutic agent produced according to the method of claim 24. 1 26. A method of modulating a cholesterol level of a cell comprising 2 contacting one or more cells with an effective amount of octanol, ceramide,

diglyceride and lysophosphosphatidyl choline, and combinations thereof, thereby

increasing or decreasing the cholesterol level of the one or more cells.

3

4

1 27. The method of claim 26 wherein the one or more cells are *in vivo*.

- 1 28. A kit for determining the effect of a test agent on the
- 2 cholesterol activity, cholesterol concentration and/or both in a cell membrane
- 3 comprising the instructions for carrying out the method of any one of claims 1-21 and
- 4 one or more reagents for carrying out the method.